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PRODUCTION EMERGENCY LOANS

**Available
in Designated
Areas**

U. S. DEPARTMENT OF AGRICULTURE
Farmers Home Administration

PRODUCTION EMERGENCY LOANS

Where Loans are Made

Production emergency loans are made in areas designated by the Secretary of Agriculture where (1) serious losses in agricultural production have occurred as a result of drought, floods, storms, or some other natural calamity, and (2) there is a widespread need among the farmers of the area for credit to continue their normal farming operations and such credit cannot be obtained through commercial banks, cooperative lending institutions, or other responsible sources. These loans are authorized by Public Law 38, 81st Congress, as amended.

How Areas are Designated

When an emergency arises, the Farmers Home Administration State Director, acting on information obtained through and recommendations by local agricultural leaders, groups, and agencies, reports to the agency's Administrator in Washington. The report describes the nature and extent of the emergency, furnishes estimates of damage and losses sustained, and gives factual information concerning the availability of local credit and need for emergency credit. A recommendation for designation of the area is made to the Secretary if such action is justified.

Who is Eligible

Any established farm owner or farm operator in a designated area, who is engaged in farming is eligible if he (1) has suffered a substantial production loss because of the drought, flood, storm, or other natural calamity, (2) is unable to obtain from other lenders the credit required to continue his normal operations, and (3) has reasonable prospects for success with the assistance of a loan. In addition to the above requirements, corporations or partnerships to be eligible must be primarily engaged in farming.

Loan Purposes

Loans may be made for the purchase of feed, seed, fertilizer, replacement equipment and livestock; for other essential farm and home operating expenses; and for the replacement or repair of buildings, fences, drainage and irrigation systems on individual farms that were damaged or destroyed by the disaster. Loans may not be made for refinancing existing debts or to compensate applicants for their losses.

Repayment Terms

The interest rate is 3 percent. Repayment schedules depend upon the purposes for which funds are advanced and upon the estimated income of the applicant. For example, loans for crop production are usually scheduled for repayment when income from the crops is normally received. Loans for replacement of livestock and equipment are repayable over periods from 1 to 5 years while loans for the repair of buildings and other improvements to real estate are usually repayable over periods from 1 to 10 years.

Security Requirements

Loans are secured by (1) a first lien on all crops to be produced with the loan and on all livestock, farm machinery, and farm equipment purchased with the loan funds, (2) the best lien obtainable on all other crops growing or to be grown, and (3) whenever necessary, the best lien obtainable on livestock, farm machinery, and farm equipment already owned by the applicant. Real estate security is always required when advances are made primarily for improvements to real estate, and in other instances when necessary to protect the Government's interest.

Applications

Full information concerning production emergency loans, as well as application forms, may be obtained at county offices of the Farmers Home Administration serving the designated area.

State offices of the Farmers Home Administration

Alabama	Leu Building, Montgomery 4
Alaska	Rm. 501 Ross Building 209 S.W. Fifth Avenue, Portland 4, Oreg.
Arizona	4700 North Central Avenue, Phoenix
Arkansas	302 Federal Building 600 West Capitol, Little Rock
California	2020 Milvia Street, Berkeley 4
Connecticut	Star Building 15 Pleasant Street, Concord, N.H.
Colorado	Room 134, New Custom House 19th and Stout Streets, Denver 2
Delaware	Federal Land Bank Building St. Paul and 24th Streets Baltimore 18, Md.
Florida	USDA Building 412 N.E. 16th Ave., Gainesville
Georgia	Room 644, Peachtree-Seventh Building 50 Seventh Street, N.E., Atlanta 23
Hawaii	2020 Milvia Street, Berkeley 4, Calif.
Idaho	910 Main Street, Boise

Illinois	14 Federal Building, Champaign
Indiana	529 Park Building 611 North Park, Indianapolis 4
Iowa	413 Iowa Building 505 Sixth Avenue, Des Moines 9
Kansas	Rm. 420 New England Building 5th and Kansas Avenue, Topeka
Kentucky	1409 Forbes Road, Lexington
Louisiana	1517 Sixth Street, Alexandria
Maine	31 Central Street, Bangor
Maryland	Federal Land Bank Building St. Paul and 24th Streets, Baltimore 18
Massachusetts	Star Building 15 Pleasant Street, Concord, N.H.
Michigan	1405 South Harrison Road, East Lansing
Minnesota	203 Federal Courts Building, St. Paul 2
Mississippi	Room 400 Milner Building, Jackson
Missouri	812 Cherry Street, Columbia
Montana	P.O. Box 350, Bozeman
Nebraska	Room 428 Post Office Building, Lincoln 8
Nevada	2020 Milvia Street, Berkeley 4, Calif.
New Hampshire	Star Building 15 Pleasant Street, Concord
New Jersey	P.O. Box 1478, Trenton 7
New Mexico	Rm. 5122 Federal Building, Albuquerque
New York	Byrne Building 236 W. Genessee Street, Syracuse 2
North Carolina	State College Station P.O. Box 5745, Raleigh
North Dakota	P.O. Box 1317, Bismarck
Ohio	Room 316 Old Post Office Building Columbus 5
Oklahoma	Agricultural Center Office Building Farm Road, Stillwater
Oregon	Room 501 Ross Building 209 S.W. Fifth Avenue, Portland 4
Pennsylvania	208 Industrial Building 100 North Cameron Street, Harrisburg
Puerto Rico	P.O. Box 4269, San Juan 21
Rhode Island	Star Building 15 Pleasant Street, Concord, N.H.
South Carolina	Associates Building 901 Sumter Street, Columbia
South Dakota	Christen and Hohm Building 239 Wisconsin Avenue, S.W., Huron
Tennessee	U.S. Court House Building 801 Broadway, Nashville 3
Texas	500 South Ervay Street, Dallas 1
Utah	Old Terminal Building 222 South West Temple, Salt Lake City 1
Vermont	Star Building 15 Pleasant Street, Concord, N.H.
Virginia	900 North Lombardy Street, Richmond 20
Virgin Islands	P.O. Box 4269 San Juan 21, Puerto Rico
Washington	214 P.O. Annex Building, Wenatchee
West Virginia	P.O. Box 678, Morgantown
Wisconsin	P.O. Box 1227, Madison 1
Wyoming	P.O. Building, First and Wolcott, Casper

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